GOVERNMENT CRIME POLICY DECLARATIONS

COMMERCIAL CRIME CR DS 04 03 00 POLICY NUMBER: 493-99-71 REPLACEMENT OF POLICY NUMBER: *398-70-59*

In Return For The Payment Of The Premium, And Subject To All The Terms And Conditions Of This Policy, We Agree With You To Provide The Insurance As Stated In This Policy.

COMPANY NAME AREA	PRODUCERS NAME AREA			
	ARTHUR J GALLAGHER RISK MGMT SRVS INC 22930 E 9 MILE RD ST CLAIR SHORES, MI 48080-3408			

NAMED INSURED:

THE STATE OF MICHIGAN

(Including Employee Benefit Plan(s))

MAILING ADDRESS: LEIS CASS BUILDING, 1ST FLOOR

320 S WALNUT

LANSING. MI 48933

POLICY PERIOD:

October 1. 2005

to October 1, 2006

(12:01 A.M. Standard Time at your Mailing Address shown above)

INSURING AGREEMENTS, LIMITS OF INSURANCE AND DEDUCTIBLE

INSURING AGREEMENTS	LIMIT OF INSURANCE Per Occurrence	DEDUCTIBLE AMOUNT Per Occurrence
1. Employee Theft - Per Loss Coverage	\$5,000,000	\$500,000
2. Employee Theft - Per Employee Coverage	Not Covered	
3. Forgery Or Alteration	\$5,000,000	\$500,000
4. Inside The Premises – Theft Of Money And Secu- rities	\$5,000,000	\$500,000
5. Inside The Premises – Robbery Or Safe Burglary Of Other Property	\$5,000,000	\$500,000
6. Outside The Premises	\$5,000,000	\$500,000
7. Computer Fraud	\$5,000,000	\$500,000
8. Money Orders And Counterfeit Paper Currency	\$5,000,000	\$500,000

If Added by Endorsement, Insuring Agreement(s):

If "Not Covered" is inserted above opposite any specified Insuring Agreement, such Insuring Agreement and any other reference thereto in this policy is deleted.

ENDORSEMENTS FORMING PART OF THIS POLICY WHEN ISSUED:

#1,#2,#3,#4,#5,#6,#7,#8,#9

GOVERNMENT CRIME POLICY DECLARATIONS

COMMERCIAL CRIME
CR DS 04 03 00
POLICY NUMBER:
493-99-71
REPLACEMENT OF
POLICY NUMBER:
398-70-59

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CANCELLATION OF PRIOR INSURANCE: By acceptance of this Policy you give us notice cancelling prior policy Nos. 00003987059 the cancellation to be effective at the time this Policy becomes effective.

PREMIUM: \$169.633

Premium for Certified Acts of Terrorism Coverage under Terrorism Risk Insurance Act 2002: Not applicable, coverage rejected by insured. Any coverage provided for losses caused by an act of terrorism as defined by TRIA (TRIA Losses) may be partially reimbursed by the United States under a formula established by TRIA as follows: 90% of TRIA Losses in excess of the insurer deductible mandated by TRIA, the deductible to be based on a percentage of the insurer's direct earned premiums for the year preceding the act of terrorism.

A copy of the TRIA disclosure sent with the original quote is

attached hereto.

COUNTERSIGNED		BY:		Tolar	Ho	9
	(Date)		(Authorized Representativ			